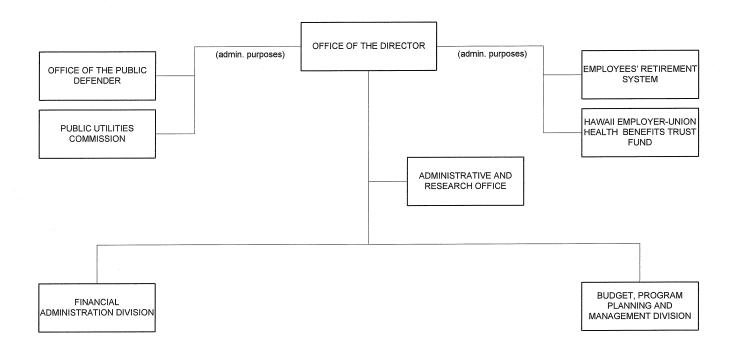


STATE OF HAWAII DEPARTMENT OF BUDGET AND FINANCE ORGANIZATION CHART



DEPARTMENT OF BUDGET AND FINANCE MAJOR FUNCTIONS

- Administers the multi-year program and financial plan and executive budget, management improvement, and financial management programs of the state under the general direction of the Governor.
- Coordinates state budget services and prepares the Governor's budget for submission to the legislature; administers the financial affairs of the State.
- Plans, directs and coordinates the State's investments and financing programs.

- Directs and coordinates a statewide retirement benefits program for state and county government employees.
- Administers health and life insurance benefits for eligible state and county active and retired public employees and dependents.
- Provides comprehensive legal and related services to persons who are financially unable to obtain legal and related services.
- Regulates all chartered, franchised, or certificated public service companies operating in the State.

MAJOR PROGRAM AREAS

The Department of Budget and Finance has programs in the following major program areas:

Carranana	ANTI A Comment	DIEZAS	Deline DOE
	ent-Wide Support	BUF 745	Retirement Benefits – DOE
BUF 101	Departmental Administration and Budget	BUF 748	Retirement Benefits – UH
	Division	BUF 761	Health Premium Payments - State
BUF 115	Financial Administration	BUF 765	Health Premium Payments – DOE
BUF 141	Employees Retirement System	BUF 768	Health Premium Payments - UH
BUF 143	Employer Union Trust Fund		
BUF 721	Debt Service – State	Individual	Rights
BUF 725	Debt Service – DOE	BUF 151	Office of the Public Defender
BUF 728	Debt Service – UH	BUF 901	Public Utilities Commission
BUF 741	Retirement Benefits – State		

DEPARTMENT OF BUDGET AND FINANCE

Department Summary

Mission Statement

To enhance long-term productivity and efficiency in government operations by providing quality budget and financial services that prudently allocate and effectively manage available resources.

Department Goals

Improve the executive resource allocation process through planning, analysis and recommendation on all phases of program scope and funding; maximize the value, investment, and use of State funds through planning, policy development, timely scheduling of State bond financing and establishment of appropriate cash management controls and procedures; administer retirement and survivor benefits for State and County members and prudently manage the return on investments; administer health and life insurance benefits for eligible active and retired State and County public employees and their dependents by providing quality services and complying with federal and State legal requirements; ensure regulated companies provide adequate and reliable services at just and reasonable rates with a fair opportunity to earn a reasonable rate of return; and to safeguard the rights of indigent individuals in need of assistance in criminal and related cases by providing statutorily entitled and effective legal representation.

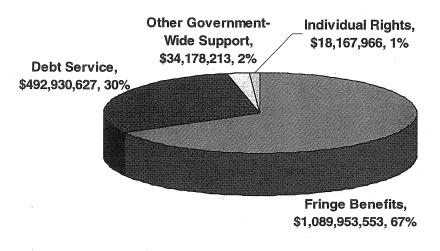
FY 2011 Supplemental Operating Budget Adjustments by Major Program

Other Government-Wide Support Debt Service Fringe Benefits

(\$1,346,722) (\$1,898,457)

(\$17,851,988)

FY 2011 Supplemental Operating Budget



Department of Budget and Finance Operating Budget

		Act 162/2009 FY 2010	Act 162/2009 FY 2011	FY 2011 Adjustments	Total FY 2011
Funding Sources: Position	ns Perm	142.00	142.00	-12.75	129.25
	Temp	50.00	50.00	0.00	50.00
General Funds	\$	1,584,843,324	1,649,571,553	-45,491,000	1,604,080,553
	Perm	51.00	51.00	0.00	51.00
	Temp	0.00	0.00	0.00	0.00
Special Funds	\$	9,963,842	9,598,721	-349,390	9,249,331
	Perm	31.00	31.00	5.00	36.00
	Temp	13.00	8.00	0.00	8.00
Trust Funds	\$	12,431,726	11,218,651	-23,070	11,195,581
	Perm	0.00	0.00	1.75	1.75
	Temp	0.00	0.00	0.00	0.00
Interdepartmental Transfers	\$	5,525	5,525	96,078	101,603
	Perm	99.00	99.00	0.00	99.00
	Temp	1.00	1.00	0.00	1.00
Other Funds	\$	11,317,896	11,317,896	-714,605	10,603,291
	Perm	323.00	323.00	-6.00	317.00
	Temp	64.00	59.00	0.00	59.00
Total Requirements	\$	1,618,562,313	1,681,712,346	-46,481,987	1,635,230,359

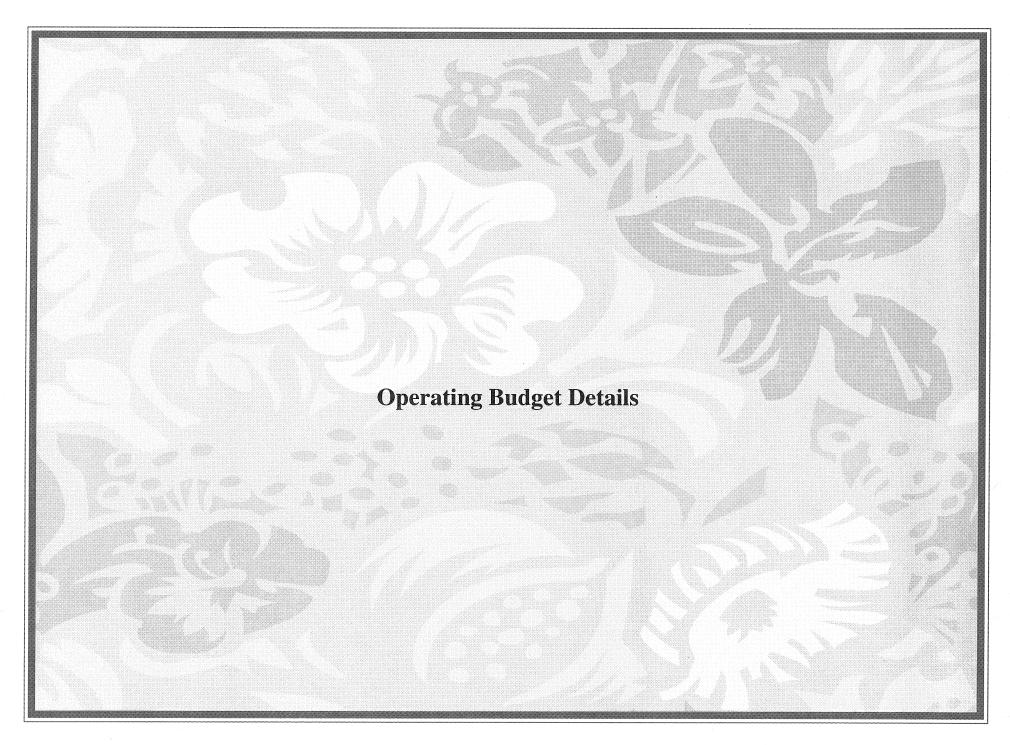
Comments: (general funds unless otherwise noted)

- 1. Adds generals funds for employer contributions for health benefits premiums (\$8,616,383 for State, \$8,659,498 for DOE, and \$3,282,431 for UH) for BUF 761 (Health Premium Payments State), BUF 765 (Health Premium Payments DOE), and BUF 768 (Health Premium Payments UH) respectively.
- 2. Adds 5.00 trust funded positions and \$642,131 in BUF 115 (Unclaimed Property Branch).
- 3. Reduces general funded pension accumulation payments of \$20,635,080 for State, 20,671,123 for DOE, and \$4,636,929) for BUF 741 (Retirement Benefits State), BUF 745 (Retirement Benefits DOE, and BUF 748 (Retirement Benefits UH) respectively.
- 4. Reduces general funded debt service payments of \$3,958,781 for State, \$10,140,231 for DOE, and \$3,752,886 for UH) for BUF 721 (Debt Service State), BUF 725 (Debt Service DOE), and BUF 728 (Debt Service UH) respectively.

Department of Budget and Finance Capital Improvements Budget

	Act 162/2009 FY 2010	Act 162/2009 FY 2011	FY 2010 Adjustments	FY 2011 Adjustments	Total FY 2010	Total FY 2011
Funding Sources:						······································
General Obligation Bonds	270,851,000	80,586,000	0		0 270,851,000	80,586,000
Total Requirements	270,851,000	80,586,000	0		270,851,000	80,586,000

Comments on Dept CIP Budget Request: (general obligation bonds unless otherwise noted) None.



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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 07

PROGRAM TITLE:

FORMAL EDUCATION

PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	FY 2011 ADJUSTMENT	RECOMMEND APPRN	BIENN CURRENT BIENNIUM	IUM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OTH CURRENT EXPENSES	898,694,370		898,694,370	938,711,814	27,259,240-	911,452,574	1,837,406,184	1,810,146,944	
TOTAL OPERATING COST	898,694,370		898,694,370	938,711,814	27,259,240-	911,452,574	1,837,406,184	1,810,146,944	1.48-
BY MEANS OF FINANCING GENERAL FUND	898,694,370		898,694,370 ¦	938,711,814	27,259,240-	911,452,574	1,837,406,184	1,810,146,944	
TOTAL POSITIONS TOTAL PROGRAM COST	898,694,370	*	898,694,370 ====================================		* 27,259,240- =====	911,452,574 ====================================	1,837,406,184	1,810,146,944	1.48-

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 0701

PROGRAM TITLE:

LOWER EDUCATION

PROGRAM COSTS	CURRENT APPRN	FY 2010	RECOMMEND APPRN	CURRENT APPRN	FY 2011	RECOMMEND APPRN	CURRENT BIENNIUM	IUM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING OTH CURRENT EXPENSES	644,469,191		644,469,191	673,330,653	22,151,856-	651,178,797	1,317,799,844	1,295,647,988	
TOTAL OPERATING COST	644,469,191	=========	644,469,191	673,330,653	22,151,856-	651,178,797	1,317,799,844	1,295,647,988	1.68-
BY MEANS OF FINANCING GENERAL FUND	644,469,191		644,469,191 ¦	673,330,653	22,151,856-	651,178,797	1,317,799,844	1,295,647,988	
TOTAL POSITIONS TOTAL PROGRAM COST	* 644,469,191 =======	*	644,469,191 ==================================	673,330,653	* 22,151,856- ====================================	651,178,797 	1,317,799,844	1,295,647,988	1.68-

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 070101

PROGRAM TITLE:

DEPARTMENT OF EDUCATION

	FY 2010			FY 2011			BIENNIUM TOTALS		
	CURRENT		RECOMMEND	CURRENT		RECOMMEND	CURRENT	RECOMMEND	PERCENT
PROGRAM COSTS	APPRN	ADJUSTMENT	APPRN	APPRN	ADJUSTMENT	APPRN	BIENNIUM	BIENNIUM	CHANGE
OPERATING			i			i			
OTH CURRENT EXPENSES	644,469,191		644,469,191	673,330,653	22,151,856-	651,178,797	1,317,799,844	1,295,647,988	
TOTAL OPERATING COST	644,469,191		644,469,191	673,330,653	22,151,856- =======	651,178,797	1,317,799,844	1,295,647,988	1.68-
BY MEANS OF FINANCING GENERAL FUND	644,469,191		644,469,191	673,330,653	22,151,856-	651,178,797 ¦	1,317,799,844	1,295,647,988	
TOTAL POSITIONS	*	*	*	*	*	*			
TOTAL PROGRAM COST	644,469,191		644,469,191	673,330,653	22,151,856-	651,178,797	1,317,799,844	1,295,647,988	1.68-

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PROGRAM ID:

BUF-745

PROGRAM STRUCTURE NO: 07010192

PROGRAM TITLE:

RETIREMENT BENEFITS PAYMENTS - DOE

PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	BIENN CURRENT BIENNIUM	IIUM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING OTH CURRENT EXPENSES	267,058,948		267,058,948	270,397,184	20,671,123-	249,726,061	537,456,132	516,785,009	
TOTAL OPERATING COST	267,058,948	============	267,058,948	270,397,184	20,671,123-	249,726,061	537,456,132	516,785,009	3.85-
BY MEANS OF FINANCING GENERAL FUND	267,058,948		267,058,948	270,397,184	20,671,123-	249,726,061	537,456,132	516,785,009	
TOTAL POSITIONS TOTAL PROGRAM COST	* 267,058,948 ======	*	* 267,058,948 =======	* 270,397,184	* 20,671,123- ========	249,726,061 =========	537,456,132	516,785,009	3.85-

Narrative for Supplemental Budget Requests FY 2011

Program ID: BUF 745

Program Structure Level: 07 01 01 92 Program Title: Retirement Benefits Payments

A. Program Objectives

To provide employer contributions for pension accumulation and social security/medicare in an effective and timely manner.

B. Description of Request

General funds are reduced in FY 2011 by \$20.7 million for employer contributions to pension accumulation and social security/medicare for employees of the Department of Education including the Charter Schools.

C. Reason for Request

Employer contribution for pension accumulation is based on a percentage of payroll: 19.7% for police and firefighters and 15% for all other employees. Employer contribution for social security and medicare is based on 7.65% of salaries. Lower salary costs due to furloughs and other labor savings have reduced the required statutory contributions.

D. Significant Changes to Measures of Effectiveness and Program Size

Not Applicable.

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PROGRAM ID:

BUF-765

PROGRAM STRUCTURE NO: 07010194

PROGRAM TITLE:

HEALTH PREMIUM PAYMENTS - DOE

					FY 2011			BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE	
OPERATING OTH CURRENT EXPENSES	182,617,125		182,617,125	197,937,761	8,659,498	206,597,259	380,554,886	389,214,384		
TOTAL OPERATING COST	182,617,125		182,617,125	197,937,761	8,659,498	206,597,259	380,554,886	389,214,384	2.28	
BY MEANS OF FINANCING GENERAL FUND	182,617,125		182,617,125 ¦	197,937,761	8,659,498	206,597,259 ¦	380,554,886	389,214,384		
TOTAL POSITIONS TOTAL PROGRAM COST	* 182,617,125 ======	*	* 182,617,125 ====================================	197,937,761 	* 8,659,498 ======	206,597,259 ====================================	380,554,886 	389,214,384	2.28	

Narrative for Supplemental Budget Requests FY 2011

Program ID: BUF 765

Program Structure Level: 07 01 01 94

Program Title: Health Premium Payments - DOE

A. Program Objectives

To provide employer contributions for health premiums in an effective and timely manner.

B. Description of Request

A general fund increase in FY 2011 of \$8.7 million in employer contributions for health benefit premiums for State employees in the Department of Education including the Charter Schools.

C. Reason for Request

Requested funds are required to cover approved premium increases for retiree plans effective 1-1-2010. Chapter 87A, HRS requires the employer to pay retiree premiums up to a base monthly contribution. For most retirees in the Hawaii Employer-Union Health Benefits Trust Fund (EUTF), this represents the retiree full cost. Statutory requirements increase cost sharing for future retirees.

D. Significant Changes to Measures of Effectiveness and Program Size

Not Applicable.

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PROGRAM ID:

BUF-725

PROGRAM STRUCTURE NO: 07010196

PROGRAM TITLE:

DEBT SERVICE PAYMENTS - DOE

		FY 2010			FY 2011			BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE	
OPERATING OTH CURRENT EXPENSES	194,793,118		194,793,118	204,995,708	10,140,231-	194,855,477	399,788,826	389,648,595		
TOTAL OPERATING COST	194,793,118		194,793,118	204,995,708	10,140,231-	194,855,477	399,788,826	389,648,595	2.54-	
BY MEANS OF FINANCING GENERAL FUND	194,793,118		194,793,118 ¦	204,995,708	10,140,231-	194,855,477 ¦	399,788,826	389,648,595		
TOTAL POSITIONS TOTAL PROGRAM COST	* 194,793,118 =======	*	* 194,793,118 =======	* 204,995,708 =======	* 10,140,231- =========	* 194,855,477 ===================================	399,788,826	389,648,595 ======	2.54-	

Narrative for Supplemental Budget Requests FY 2011

Program ID: BUF 725

Program Structure Level: 07 01 01 96 Program Title: Debt Service Payments

A. Program Objective

To make and record debt service payments for the Department of Education in a timely and accurate manner.

B. Description of Request

Reduction of debt service payments by \$10,140,231 in FY 2011 general funds based on: 1) adjustment to reflect actual debt service incurred versus budgeted amount for bond sales in FY 2009 and FY 2010; and 2) lowering interest rate from 6.0% to 5.25% for projected issuances through FY 2015.

C. Reasons for Request

Based upon the current and projected interest rate environment in the bond market, the budgeted interest rate for projected G.O. bond issuances through FY 2015 was decreased from 6.0% to 5.25%. Market trends will be monitored closely to maximize the timing and structuring of bond issuances to ensure favorable GO bond sales for the State.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 0703

PROGRAM TITLE:

HIGHER EDUCATION

	FY 2010			FY 2011			BIENN	NNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE	
OPERATING OTH CURRENT EXPENSES	254,225,179		254,225,179	265,381,161	5,107,384-	260,273,777	519,606,340	514,498,956		
TOTAL OPERATING COST	254,225,179		254,225,179	265,381,161 =======	5,107,384-	260,273,777	519,606,340	514,498,956	.98-	
BY MEANS OF FINANCING GENERAL FUND	254,225,179		254,225,179	265,381,161	5,107,384-	260,273,777	519,606,340	514,498,956		
TOTAL POSITIONS TOTAL PROGRAM COST	* 254,225,179 =======	*	254,225,179 ====================================	265,381,161 =======	* 5,107,384-	260,273,777 =================================	519,606,340	514,498,956 ======	.98-	

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 070307

PROGRAM TITLE:

UNIVERSITY OF HAWAII, PAYMENTS

		FY 2010			FY 2011			BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE	
OPERATING OTH CURRENT EXPENSES	254,225,179		254,225,179	265,381,161	5,107,384-	260,273,777	519,606,340	514,498,956		
TOTAL OPERATING COST	254,225,179 =======		254,225,179	265,381,161	5,107,384-	260,273,777	519,606,340	514,498,956	.98-	
BY MEANS OF FINANCING GENERAL FUND	254,225,179		254,225,179 ¦	265,381,161	5,107,384-	260,273,777 ¦	519,606,340	514,498,956		
TOTAL POSITIONS TOTAL PROGRAM COST	* 254,225,179 ======	*	254,225,179 	265,381,161 =======	* 5,107,384- ====================================	260,273,777 	519,606,340	514,498,956 ======	.98-	

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BUF-748

PROGRAM STRUCTURE NO: 07030792

PROGRAM ID:

PROGRAM TITLE:

RETIREMENT BENEFITS PAYMENTS - UH

		FY 2010			FY 2011		RIENN	IUM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING OTH CURRENT EXPENSES	118,195,306		118,195,306	119,672,747	4,636,929-	115,035,818	237,868,053	233,231,124	
TOTAL OPERATING COST	118,195,306	=========	118,195,306	119,672,747	4,636,929-	115,035,818	237,868,053	233,231,124	1.95-
BY MEANS OF FINANCING GENERAL FUND	118,195,306		118,195,306	119,672,747	4,636,929-	115,035,818 ¦	237,868,053	233,231,124	
TOTAL POSITIONS TOTAL PROGRAM COST	* 118,195,306 ======	*	118,195,306 ========	* 119,672,747 =======	* 4,636,929- ======	* 115,035,818 ============	237,868,053	233,231,124	1.95-

Narrative for Supplemental Budget Requests FY 2011

Program ID: BUF 748

Program Structure Level: 07 03 07 92 Program Title: Retirement Benefits Payments

A. Program Objectives

To provide employer contributions for pension accumulation and social security/medicare in an effective and timely manner.

B. Description of Request

General funds are reduced in FY 2011 by \$4.6 million for employer contributions to pension accumulation and social security/medicare for employees of the University of Hawaii.

C. Reason for Request

Employer contribution for pension accumulation is based on a percentage of payroll - 19.7% for police and firefighters and 15% for all other employees. Employer contribution for social security and medicare is based on 7.65% of salaries. Lower salary costs due to furloughs and other labor savings have reduced the required statutory contributions.

D. Significant Changes to Measures of Effectiveness and Program Size

Not Applicable.

PROGRAM ID:

BUF-768

PROGRAM STRUCTURE NO: 07030794

PROGRAM TITLE:

HEALTH PREMIUM PAYMENTS - UH

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	CURRENT	FY 2010	RECOMMEND	CURRENT	FY 2011	RECOMMEND	BIENN	IUM TOTALS	
PROGRAM COSTS	APPRN	ADJUSTMENT	APPRN	APPRN	ADJUSTMENT	APPRN	BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING OTH CURRENT EXPENSES	63,937,201		63,937,201	69,839,777	3,282,431	73,122,208	133,776,978	137,059,409	
TOTAL OPERATING COST	63,937,201		63,937,201	69,839,777	3,282,431	73,122,208	133,776,978	137,059,409	2.45
BY MEANS OF FINANCING GENERAL FUND	63,937,201		63,937,201	69,839,777	3,282,431	73,122,208	133,776,978	137,059,409	
TOTAL POSITIONS TOTAL PROGRAM COST	63,937,201 ======	*	63,937,201 ====================================	* 69,839,777 ======	* 3,282,431	* 73,122,208 =======	133,776,978	137,059,409	2.45

Narrative for Supplemental Budget Requests FY 2011

Program ID: BUF 768

Program Structure Level: 07 03 07 94

Program Title: Health Premium Payments-UH

A. Program Objectives

To provide employer contributions for health premiums in an effective and timely manner.

B. Description of Request

A general fund increase in FY 2011 of \$3.3 million in employer contributions for health benefit premiums for State employees in the University of Hawaii.

C. Reason for Request

Requested funds are required to cover approved premium increases for retiree plans effective 1-1-2010. Chapter 87A, HRS requires the employer to pay retiree premiums up to a base monthly contribution. For most retirees in the Hawaii Employer-Union Health Benefits Trust Fund (EUTF), this represents the retiree full cost. Statutory requirements increase cost sharing for future retirees.

D. Significant Changes to Measures of Effectiveness and Program Size

Not Applicable.

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PROGRAM ID:

BUF-728

PROGRAM STRUCTURE NO: 07030796

PROGRAM TITLE:

DEBT SERVICE PAYMENTS - UH

	FY 2010				FY 2011		BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING OTH CURRENT EXPENSES	72,092,672		72,092,672	75,868,637	3,752,886-	72,115,751	147,961,309	144,208,423	-
TOTAL OPERATING COST	72,092,672		72,092,672	75,868,637	3,752,886-	72,115,751	147,961,309	144,208,423	2.54-
BY MEANS OF FINANCING GENERAL FUND	72,092,672		72,092,672	75,868,637	3,752,886-	72,115,751	147,961,309	144,208,423	
TOTAL POSITIONS TOTAL PROGRAM COST	* 72,092,672 ======	*	72,092,672 =======	* 75,868,637 ======	* 3,752,886- 	* 72,115,751 	147,961,309	144,208,423	2.54-

Narrative for Supplemental Budget Requests FY 2011

Program ID: BUF 728

Program Structure Level: 07 03 07 96 Program Title: Debt Service Payments

A. Program Objective

To make and record debt service payments for the University of Hawaii in a timely and accurate manner.

B. Description of Request

Reduction of debt service payments by \$3,752,886 in FY 2011 general funds based on: 1) adjustment to reflect actual debt service incurred versus budgeted amount for bond sales in FY 2009 and FY 2010; and 2) lowering interest rate from 6.0% to 5.25% for projected issuances through FY 2015.

C. Reasons for Request

Based upon the current and projected interest rate environment in the bond market, the budgeted interest rate for projected G.O. bond issuances through FY 2015 was decreased from 6.0% to 5.25%. Market trends will be monitored closely to maximize the timing and structuring of bond issuances to ensure favorable GO bond sales for the State.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 10

PROGRAM TITLE:

INDIVIDUAL RIGHTS

		FY 2010			FY 2011		BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES EQUIPMENT	133.00* 13,496,113 6,375,696 8,000	*	133.00* 13,496,113 6,375,696 8,000	133.00* 13,496,113 6,018,575	-1.00* 1,346,722-	132.00* 12,149,391 6,018,575	26,992,226 12,394,271 8,000	25,645,504 12,394,271 8,000	*
TOTAL OPERATING COST	19,879,809		19,879,809	19,514,688	1,346,722-	18,167,966	39,394,497	38,047,775	3.42-
BY MEANS OF FINANCING						ı			
	82.00*	*	82.00*	82.00*	-1.00*	81.00*	*	*	*
GENERAL FUND	9,915,967		9,915,967	9,915,967	997,332-	8,918,635	19,831,934	18.834.602	
	51.00*	*	51.00*	51.00*	*	51.00*	*	*	*
SPECIAL FUND	9,963,842		9,963,842	9,598,721	349,390-	9,249,331	19,562,563	19,213,173	
TOTAL POSITIONS	133.00*	*	133.00*	133.00*	-1.00*	132.00*			
TOTAL PROGRAM COST	19,879,809		19,879,809	19,514,688	1,346,722-	18,167,966	39,394,497	38,047,775	3.42-
			=======================================						

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 1001

PROGRAM TITLE:

PROTECTION OF THE CONSUMER

		FY 2010			FY 2011		- BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES EQUIPMENT TOTAL OPERATING COST	51.00* 4,263,160 5,692,682 8,000 	*	51.00* 4,263,160 5,692,682 8,000	51.00* 4,263,160 5,335,561	* 349,390-	* 51.00* 349,390- 3,913,770 5,335,561	* 8,526,320 11,028,243 8,000	* 8,176,930 11,028,243 8,000	 : *
		9,963,842		9,598,721	349,390-	9,249,331	19,562,563	19,213,173	1.79-
BY MEANS OF FINANCING									
SPECIAL FUND	51.00* 9,963,842	*	51.00* 9,963,842	51.00* 9,598,721	* 349,390-	51.00* 9,249,331	* 19,562,563	19,213,173	*
TOTAL POSITIONS TOTAL PROGRAM COST	51.00* 9,963,842 	*	51.00* 9,963,842 ====================================	51.00* 9,598,721	* 349,390- 	51.00* 9,249,331	19,562,563 ====================================	19,213,173	1.79-

PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 100103

PROGRAM TITLE:

REGULATION OF SERVICES

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		FY 2010			FY 2011		BIENNIU	JM TOTALS	
PROGRAM COSTS	CURRENT Apprn	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES EQUIPMENT	51.00* 4,263,160 5,692,682 8,000	*	51.00* 4,263,160 5,692,682 8,000	4,263,160	* 349,390-	51.00* 3,913,770 5,335,561	* 8,526,320 11,028,243 8,000	8,176,930 11,028,243 8,000	*
TOTAL OPERATING COST	9,963,842		9,963,842	9,598,721	349,390-	9,249,331	19,562,563	19,213,173	1.79-
BY MEANS OF FINANCING									
SPECIAL FUND	51.00* 9,963,842	*	51.00*¦ 9,963,842 ¦	51.00* 9,598,721	* 349,390-	51.00* 9,249,331	* 19,562,563	* 19,213,173	*
TOTAL POSITIONS TOTAL PROGRAM COST	51.00* 9,963,842 ====================================	*	51.00* 9,963,842 	51.00* 9,598,721	* 349,390-	51.00* 9,249,331	19,562,563	19,213,173	1.79-

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PROGRAM ID:

BUF-901 PROGRAM STRUCTURE NO: 10010305

PROGRAM TITLE:

PUBLIC UTILITIES COMMISSION

		FY 2010			FY 2011		BIENNIU	JM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES EQUIPMENT	51.00* 4,263,160 5,692,682 8,000	*	51.00* 4,263,160 5,692,682 8,000	4,263,160	* 349,390-	51.00* 3,913,770 5,335,561	8,526,320 11,028,243 8,000	8,176,930 11,028,243 8,000	*
TOTAL OPERATING COST	9,963,842		9,963,842	9,598,721	349,390-	9,249,331	19,562,563	19,213,173	1.79-
BY MEANS OF FINANCING									
SPECIAL FUND	51.00* 9,963,842	*	51.00* 9,963,842		* 349,390-	51.00* 9,249,331	* 19,562,563	* 19,213,173	*
TOTAL POSITIONS TOTAL PROGRAM COST	51.00* 9,963,842 ======	*	51.00* 9,963,842 ======	51.00* 9,598,721	* 349,390-	51.00* 9,249,331 	19,562,563	19,213,173	1.79-

Narrative for Supplemental Budget Requests FY 2011

Program ID: BUF 901

Program Structure Level: 10 01 03 05 Program Title: Public Utilities Commission

A. Program Objective

To ensure that regulated companies efficiently and safely provide their customers with adequate and reliable services at just and reasonable rates, while providing regulated companies with a fair opportunity to earn a reasonable rate.

B. Description of Request

Special funds are reduced by \$349,390 in FY 2011.

C. Reasons for Request

The anticipated budget shortfall of \$1 billion in FB 2009-11 as a result of declining general fund revenues have necessitated funding reductions statewide. Savings will be derived from imposed furloughs and other personnel actions to meet targeted cuts.

D. Significant Changes to Measures of Effectiveness and Program Size

The PUC will make every effort to meet planned levels of service but may encounter delays due to statewide staff and funding reductions.

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 1003

PROGRAM TITLE:

LEGAL & JUDICIAL PROTECTION OF RIGHTS

		FY 2010			FY 2011			BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE	
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	82.00* 9,232,953 683,014	*	82.00* 9,232,953 683,014	82.00* 9,232,953 683,014	-1.00* 997,332-	81.00* 8,235,621 683,014	* 18,465,906 1,366,028	17,468,574 1,366,028	*	
TOTAL OPERATING COST	9,915,967 ====================================		9,915,967	9,915,967	997,332- ==========	8,918,635	19,831,934	18,834,602	5.03-	
BY MEANS OF FINANCING										
GENERAL FUND	82.00* 9,915,967	*	82.00* 9,915,967	82.00* 9,915,967	-1.00* 997,332-	81.00* 8,918,635	* 19,831,934	18,834,602	*	
TOTAL POSITIONS TOTAL PROGRAM COST	82.00* 9,915,967 ====================================	*	82.00* 9,915,967	82.00* 9,915,967	-1.00* 997,332-	81.00* 8,918,635	19,831,934	18,834,602	5.03-	

EXECUTIVE SUPPLEMENTAL BUDGET

(IN DOLLARS)

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PROGRAM STRUCTURE NO: 100301

BUF-151

PROGRAM TITLE:

PROGRAM ID:

OFFICE OF THE PUBLIC DEFENDER

PROGRAM COSTS	CURRENT APPRN	FY 2010	RECOMMEND APPRN	CURRENT APPRN	FY 2011	RECOMMEND APPRN	BIENNIU CURRENT BIENNIUM	JM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	82.00* 9,232,953 683,014	*	82.00* 9,232,953 683,014	82.00* 9,232,953 683,014	-1.00* 997,332-	81.00* 8,235,621 683,014	18,465,906 1,366,028	17,468,574 1,366,028	*
TOTAL OPERATING COST	9,915,967		9,915,967	9,915,967	997,332-	8,918,635	19,831,934	18,834,602	5.03-
BY MEANS OF FINANCING GENERAL FUND	82.00* 9,915,967	*	82.00* 9,915,967		-1.00* 997,332-	81.00* 8,918,635	* 19,831,934	.* 18,834,602	*
TOTAL POSITIONS TOTAL PROGRAM COST	82.00* 9,915,967	*	82.00* 9,915,967 =======	82.00* 9,915,967	-1.00* 997,332- 	81.00* 8,918,635	19,831,934	18,834,602	5.03-

Narrative for Supplemental Budget Requests FY 2011

Program ID: BUF 151

Program Structure Level: 10 03 01

Program Title: Office of the Public Defender

A. Program Objective

To safeguard the rights of individuals by providing statutorily entitled and effective legal representation in criminal, mental commitment, and family cases in compliance with the Hawaii Rules of Professional Conduct. Prudently manage Deputy Public Defender and support service resources and caseloads and maintain quality training program for Deputy Public Defender staff.

B. Description of Request

General funds are reduced by \$997,332 in FY 2011 and includes the abolishment of 1.00 permanent position due to layoff and savings from furloughs.

C. Reasons for Request

The anticipated budget shortfall of \$1 billion in FB 2009-11 as a result of declining general fund revenues have necessitated the staff and funding reductions.

D. Significant Changes to Measures of Effectiveness and Program Size

These fiscal constraints will necessitate a change in the way business is conducted including consolidation and reassignment of functions to maximize use of remaining staff.

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 11

GOVERNMENT-WIDE SUPPORT PROGRAM TITLE:

		FY 2010			FY 2011		BIENNI	UM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES EQUIPMENT	190.00* 13,397,311 686,390,323 200,500	*	190.00* 13,397,311 686,390,323 200,500	190.00* 13,123,572 710,110,972 251,300	-5.00* 1,805,385- 16,070,640-	185.00* 11,318,187 694,040,332 251,300	26,520,883 1,396,501,295 451,800	24,715,498 1,380,430,655 451,800	**************************************
TOTAL OPERATING COST	699,988,134		699,988,134	723,485,844	17,876,025-	705,609,819	1,423,473,978	1,405,597,953	1.26-
BY MEANS OF FINANCING			·						
GENERAL FUND	60.00* 676,232,987 31.00*	*	60.00* 676,232,987 31.00*	60.00* 700,943,772 31.00*	-11.75* 17,234,428- 5.00*	48.25* 683,709,344 36.00*	* 1,377,176,759 *	* 1,359,942,331 *	*
TRUST FUNDS	12,431,726	*	12,431,726	11,218,651	23,070- 1.75*	11,195,581 1.75*	23,650,377	23,627,307	*
INTERDEPT. TRANSF	5,525 99.00*	*	5,525 99.00*	5,525 99.00*	96,078 *	101,603 99.00*	11,050 *	107,128 *	*
OTHER FUNDS	11,317,896		11,317,896	11,317,896	714,605-	10,603,291	22,635,792	21,921,187	
CAPITAL INVESTMENT CONSTRUCTION EQUIPMENT	270,601,000 250,000		270,601,000 250,000	80,586,000		80,586,000	351,187,000 250,000	351,187,000 250,000	
TOTAL CAPITAL COSTS	270,851,000		270,851,000	80,586,000		80,586,000	351,437,000	351,437,000	
BY MEANS OF FINANCING G.O. BONDS	270,851,000		270,851,000	80,586,000		80,586,000	351,437,000	351,437,000	
TOTAL POSITIONS TOTAL PROGRAM COST	190.00* 970,839,134 ====================================	*	190.00* 970,839,134	190.00* 804,071,844	-5.00* 17,876,025-	185.00* 786,195,819	1,774,910,978	1,757,034,953	1.01-

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 1101

PROGRAM TITLE:

EXEC DIRECTN, COORD, & POLICY DEVELOPMENT

		FY 2010			FY 2011	.	BIENNIU	M TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	46.00* 3,062,557 8,679,602	*	46.00* 3,062,557 8,679,602	46.00* 3,009,793 8,679,602	-8.00* 906,479- 93,072-	38.00* 2,103,314 8,586,530	6,072,350 17,359,204	* 5,165,871 17,266,132	*
TOTAL OPERATING COST	11,742,159		11,742,159	11,689,395	999,551-	10,689,844	23,431,554	22,432,003	4.27-
BY MEANS OF FINANCING			'						
GENERAL FUND	46.00* 11,742,159	*	46.00* 11,742,159	46.00* 11,689,395	-8.75* 1,030,894-	37.25* 10,658,501	* 23,431,554	* 22,400,660	*
INTERDEPT. TRANSF	*	*	*	*	.75* 31,343	.75* 31,343	*	* 31,343	*
CAPITAL INVESTMENT CONSTRUCTION EQUIPMENT	270,601,000 250,000		270,601,000 250,000	80,586,000		80,586,000	351,187,000 250,000	351,187,000 250,000	
TOTAL CAPITAL COSTS	270,851,000	=======================================	270,851,000	80,586,000		80,586,000	351,437,000	351,437,000	
BY MEANS OF FINANCING G.O. BONDS	270,851,000		270,851,000	80,586,000		80,586,000	351,437,000	351,437,000	
TOTAL POSITIONS TOTAL PROGRAM COST	46.00* 282,593,159 ====================================	*	46.00* 282,593,159 =======	46.00* 92,275,395	-8.00* 999,551-	38.00* 91,275,844	374,868,554	373,869,003	.27-

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 110103

PROGRAM TITLE:

POLICY DEVELOPMENT & COORDINATION

		FY 2010			FY 2011	!	BIENNIU	IM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	46.00* 3,062,557 8,679,602	*	46.00* 3,062,557 8,679,602	46.00* 3,009,793 8,679,602	-8.00* 906,479- 93,072-	38.00* 2,103,314 8,586,530	6,072,350 17,359,204	5,165,871 17,266,132	*
TOTAL OPERATING COST	11,742,159		11,742,159	11,689,395	999, <i>55</i> 1-	10,689,844	23,431,554	22,432,003	4.27-
BY MEANS OF FINANCING			· ·						
GENERAL FUND	46.00* 11,742,159	*	46.00* 11,742,159	46.00* 11,689,395	-8.75* 1,030,894-	37.25* 10,658,501	* 23,431,554	* 22,400,660	*
INTERDEPT. TRANSF	*	*	*	*	.75* 31,343	.75*¦ 31,343 ¦	*	* 31,343	*
CAPITAL INVESTMENT CONSTRUCTION EQUIPMENT	270,601,000 250,000		270,601,000 250,000	80,586,000		80,586,000	351,187,000 250,000	351,187,000 250,000	
TOTAL CAPITAL COSTS	270,851,000		270,851,000	80,586,000		80,586,000	351,437,000	351,437,000	
BY MEANS OF FINANCING G.O. BONDS	270,851,000		270,851,000	80,586,000		80,586,000 ¦	351,437,000	351,437,000	
TOTAL POSITIONS TOTAL PROGRAM COST	46.00* 282,593,159	*	46.00* 282,593,159 =======	46.00* 92,275,395 =========	-8.00* 999,551-	38.00* 91,275,844	374,868,554	373,869,003	.27-

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PROGRAM ID:

PROGRAM TITLE:

BUF-101

PROGRAM STRUCTURE NO: 11010305

DEPARTMENTAL ADMINISTRATION & BUDGET DIV

		FY 2010	[FY 2011		BIENNIU	JM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	46.00*	*	46.00*	46.00*	-8.00*	38.00*	*	 *	*
PERSONAL SERVICES	3,062,557		3,062,557	3,009,793	906,479-	2,103,314	6,072,350	5,165,871	
OTH CURRENT EXPENSES	8,679,602		8,679,602	8,679,602	93,072-	8,586,530	17,359,204	17,266,132	
TOTAL OPERATING COST	11,742,159		11,742,159	11,689,395	999,551-	10,689,844	23,431,554	22,432,003	4.27-
BY MEANS OF FINANCING			•						
	46.00*	*	46.00*	46.00*	-8.7 <i>5</i> *	37.25*	sk.	1	w.
GENERAL FUND	11,742,159		11,742,159	11,689,395	1,030,894-	10,658,501	23,431,554	22,400,660	•
	*	*	*	*	.75*	.75*	*	22,400,000 *	xk:
INTERDEPT. TRANSF			İ		31,343	31,343	•	31,343	
CAPITAL INVESTMENT									
CONSTRUCTION	270,601,000		270,601,000	80,586,000		80,586,000	351,187,000	351,187,000	
EQUIPMENT	250,000		250,000	50,550,550		10,500,000	250,000	250,000	
TOTAL CAPITAL COSTS	270,851,000		270,851,000	80,586,000		80,586,000	351,437,000	351,437,000	
DV NEANC OF ETHINGTHO				,					
BY MEANS OF FINANCING G.O. BONDS	270.851.000		270 951 000 l	90 597 000		20 524 000 1	051 /07 000	051 (07 000	
C.C. DONDS	210,851,000		270,851,000	80,586,000		80,586,000	351,437,000	351,437,000	
TOTAL POSITIONS	46.00*	sk:	46.00*	46.00*	-8.00*	38.00*			
TOTAL PROGRAM COST	282,593,159		282,593,159	92,275,395	999,551-	91,275,844	374,868,554	373,869,003	.27-
	=======================================		=======================================	=======================================			=======================================	==========	.21

Program ID: BUF 101

Program Structure Level: 11 01 03 05

Program Title: Departmental Administration and Budget Division

A. Program Objective

To facilitate and improve the executive resource allocation process by thorough planning, programming, and budgeting and analyses, through sound recommendations on all phases of program scope and funding, and by efforts to simplify and more directly tie program performance with resource allocation decisions.

B. Description of Request

General funds are reduced by \$999,551 and includes the abolishment of 8.00 permanent positions due to layoffs and furloughs; a reduction of .75 FTE and change in means of financing for an Office Assistant III position; and a reduction of \$93,072 to the Bishop Museum subsidy.

A corresponding additional .75 FTE and \$31,343 in Interdepartmental Transfer Funds (U Funds) is requested as part of the change in means of financing for the Office Assistant III position.

C. Reasons for Request

The anticipated budget shortfall of \$1 billion in FB 2009-11 as a result of declining general fund revenues has necessitated the staff and funding reductions. The Office Assistant III will be funded in part by non-general funded programs in the department that receives clerical support from the position. The reduction in funding for the Bishop Museum is based on comparable cuts being made within the Department to meet budget shortfalls.

D. Significant Changes to Measures of Effectiveness and Program Size

These fiscal constraints will necessitate a change in the way business is conducted including consolidation and reassignment of functions to maximize use of remaining staff.

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 1102

PROGRAM TITLE:

FISCAL MANAGEMENT

		FY 2010			FY 2011	.	BIENNIU	JM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	18.00*	*	18.00*	18.00*	3.00*	21.00*	*	*	* *
PERSONAL SERVICES	1,281,300		1,281,300	1,060,325	3,876	1,064,201	2,341,625	2,345,501	
OTH CURRENT EXPENSES	231,549,536		231,549,536	237,530,721	3,958,871-	233,571,850	469,080,257	465,121,386	
TOTAL OPERATING COST	232,830,836		232,830,836	238,591,046	3,954,995-	234,636,051	471,421,882	467,466,887	.84-
BY MEANS OF FINANCING									
	14.00*	*	14.00*	14.00*	-3.00*	11.00*	*	*	*
GENERAL FUND	225,782,288		225,782,288	231,763,473	4,184,837-	227,578,636	457,545,761	453,360,924	
	4.00*	*	4.00*	4.00*	5.00*	9.00*	*	*	*
TRUST FUNDS	7,043,023		7,043,023	6,822,048	165,107	6,987,155	13,865,071	14,030,178	
	*	*	*	*	1.00*	1.00*	*	*	*
INTERDEPT. TRANSF	5,525		5,525	5,525	64,735	70,260	11,050	75,785	
TOTAL POSITIONS	18.00*	*	18.00*	18.00*	3.00*	21.00*			
TOTAL PROGRAM COST	232,830,836	*	232,830,836	238,591,046	3.954.995-	•	/71 /01 000	//7 /// 007	
	=======================================		=======================================	=======================================	3,754,775- ===================================	234,636,051 ========	471,421,882 ===================================	467,466,887	.84-

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 110203

PROGRAM TITLE:

FINANCIAL ADMINISTRATION

		FY 2010			FY 2011		BIENNIL	JM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES	18.00* 1,281,300	*	18.00* 1,281,300	18.00* 1,060,325	3.00* 3,876	21.00* 1,064,201	*	*	*
OTH CURRENT EXPENSES	231,549,536		, , ,		3,958,871-	233,571,850	2,341,625 469,080,257	2,345,501 465,121,386	
TOTAL OPERATING COST	232,830,836		232,830,836	238,591,046	3,954,995-	234,636,051	471,421,882	467,466,887	.84-
BY MEANS OF FINANCING						,			
	14.00*	*	14.00*	14.00*	-3.00*	11.00*	*	*	*
GENERAL FUND	225,782,288		225,782,288	231,763,473	4,184,837-	227,578,636	457,545,761	453,360,924	
	4.00*	*	4.00*	4.00*	5.00*	9.00*	*	*	*
TRUST FUNDS	7,043,023		7,043,023	6,822,048	165,107	6,987,155	13,865,071	14,030,178	
	*	*	*	*	1.00*	1.00*	*	*	*
INTERDEPT. TRANSF	5,525		5,525	5,525	64,735	70,260	11,050	75,785	
TOTAL POSITIONS	18.00*	*	18.00*	18.00*	3.00*	21.00*			
TOTAL PROGRAM COST	232,830,836		232,830,836	238,591,046	3,954,995-	234,636,051	471,421,882	467,466,887	.84-
	=======================================						=======================================		

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PROGRAM ID:

BUF-115

PROGRAM STRUCTURE NO: 11020301

PROGRAM TITLE:

FINANCIAL ADMINISTRATION

		FY 2010			FY 2011		BIENNIU	IM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	18.00*	*	18.00*	18.00*	3.00*	21.00*	*	*	*
PERSONAL SERVICES	1,281,300		1,281,300	1,060,325	3,876	1,064,201	2,341,625	2,345,501	
OTH CURRENT EXPENSES	7,612,451		7,612,451	7,612,451		7,612,451	15,224,902	15,224,902	
TOTAL OPERATING COST	8,893,751		8,893,751	8,672,776	3,876	8,676,652	17,566,527	17,570,403	.02
BY MEANS OF FINANCING									
	14.00*	*	14.00*	14.00*	-3.00*	11.00*	*	*	*
GENERAL FUND	1,845,203		1,845,203	1,845,203	225,966-	1,619,237	3,690,406	3,464,440	
	4.00*	*	4.00*	4.00*	5.00*	9.00*	*	*	*
TRUST FUNDS	7,043,023		7,043,023	6,822,048	165,107	6,987,155	13,865,071	14,030,178	
	*	*	*	*	1.00*	1.00*	*	*	*
INTERDEPT. TRANSF	5,525		5,525	5,525	64,735	70,260	11,050	75,785	
TOTAL POSITIONS	18.00*	*	18.00*	18.00*	3.00*	21.00*			
TOTAL PROGRAM COST	8,893,751		8,893,751	8,672,776	3,876	8,676,652	17,566,527	17,570,403	.02

Program ID: BUF 115

Program Structure Level: 11 02 03 Program Title: Financial Administration

A. Program Objective

To maximize the value, investment, and use of State funds through proactive planning, the development of prudent statewide planning policies, the timely scheduling of State bond financing and the establishment of appropriate cash management controls and procedures.

B. Description of Request

General funds are reduced by \$225,966 and include the abolishment of 2.00 permanent positions due to layoffs, savings from furloughs, a reduction of 1.00 FTE and change in means of financing for an Accountant V position.

A corresponding increase of 1.00 FTE and \$64,735 in Interdepartmental Transfer Funds (U Funds) is requested as part of the change in means of financing for the Accountant V position.

Trust funds are increased by 5.00 FTE and a net \$165,107 to continue to provide public outreach and direct assistance under the Unclaimed Property Outreach program and account for reductions due to furlough.

C. Reasons for Request

The anticipated budget shortfall of \$1 billion in FB 2009-11 as a result of declining general fund revenues have necessitated the staff and funding reductions. The Accountant V will be funded by non-general funded programs

that participate in the State's investment pool and receive their allocated share of investment earnings.

In an increased effort to return monies to their rightful owners, the Unclaimed Property Program initiated a public outreach effort to increase the public's awareness of the Program and to provide direct assistance to citizens in searching for property. To accomplish this initiative and meet the Program's objectives, five (5.00) temporary positions were established in FY 05 to implement the outreach project. This request is to make permanent, the program's public outreach and direct assistance efforts and increase the return of unclaimed properties to the public.

D. Significant Changes to Measures of Effectiveness and Program Size

These fiscal constraints will necessitate a change in the way business is conducted including consolidation and reassignment of functions to maximize use of remaining staff.

Continuation of the Unclaimed Property Program's outreach efforts are expected to increase the Program's activity level with respect to the number of property searches conducted, number of claims filed, number of claims paid and overall awareness of the program. In addition, educational efforts for holders who are required to report property to the Program should increase the number of holders reporting and submitting unclaimed property to the Program.

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PROGRAM ID:

BUF-721

PROGRAM STRUCTURE NO: 11020303

PROGRAM TITLE:

DEBT SERVICE PAYMENTS

PROGRAM COSTS	CURRENT APPRN	FY 2010	RECOMMEND APPRN	CURRENT APPRN	FY 2011 ADJUSTMENT	RECOMMEND APPRN	BIENN CURRENT BIENNIUM	IUM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING OTH CURRENT EXPENSES	223,937,085		223,937,085	229,918,270	3,958,871-	225,959,399	453,855,355	449,896,484	
TOTAL OPERATING COST	223,937,085		223,937,085	229,918,270	3,958,871-	225,959,399	453,855,355 ======	449,896,484	.87-
BY MEANS OF FINANCING GENERAL FUND	223,937,085		223,937,085 ¦	229,918,270	3,958,871-	225,959,399	453,855,355	449,896,484	
TOTAL POSITIONS TOTAL PROGRAM COST	* 223,937,085 =======	*	223,937,085 ====================================	229,918,270	* 3,958,871- =======	* 225,959,399 	453,855,355 ======	449,896,484	.87-

Program ID: BUF 721

Program Structure Level: 11 02 03 03 Program Title: Debt Service Payments

A. Program Objective

To make and record debt service payments for all Departments except the Department of Education and the University of Hawaii, in a timely and accurate manner.

B. Description of Request

Reduction of debt service payments by \$3,958,871 in FY 2011 general funds based on: 1) adjustment to reflect actual debt service incurred versus budgeted amount for bond sales in FY 2009 and FY 2010; and 2) lowering interest rate from 6.0% to 5.25% for projected issuances through FY 2015.

C. Reasons for Request

Based upon the current and projected interest rate environment in the bond market, the budgeted interest rate for projected G.O. bond issuances through FY 2015 was decreased from 6.0% to 5.25%. Market trends will be monitored closely to maximize the timing and structuring of bond issuances to ensure favorable GO bond sales for the State.

D. Significant Changes to Measures of Effectiveness and Program Size

None.

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 1103

PROGRAM TITLE:

GENERAL SERVICES

*		FY 2010			FY 2011		BIENNIU	JM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	126.00*	*	126.00*	126.00*	*	126.00*	*		*
PERSONAL SERVICES	9,053,454		9,053,454	9,053,454	902,782-	8,150,672	18,106,908	17,204,126	
OTH CURRENT EXPENSES	446,161,185		446,161,185	463,900,649	12,018,697-	451,881,952	910,061,834	898,043,137	
EQUIPMENT	200,500		200,500	251,300		251,300	451,800	451,800	
TOTAL OPERATING COST	455,415,139		455,415,139	473,205,403	12,921,479-	460,283,924	928,620,542	915,699,063	1.39-
BY MEANS OF FINANCING									
GENERAL FUND	438,708,540		438,708,540	457,490,904	12,018,697-	445,472,207	896,199,444	884,180,747	
	27.00*	*	27.00*	27.00*	12,010,071	27.00*	0,00,1,0,,444	004,100,141	*
TRUST FUNDS	5,388,703		5,388,703	4,396,603	188,177-	4,208,426	9,785,306	9,597,129	•
	99.00*	*	99.00*	99.00*	100,111	99.00*	7,709,300 w	7,271,127	*
OTHER FUNDS	11,317,896	·	11,317,896	11,317,896	714,605-	10,603,291	22,635,792	21,921,187	· •
TOTAL POSITIONS	126.00*	*	126.00*!	126.00*	*	126.00*			
TOTAL PROGRAM COST	455,415,139		455,415,139	473,205,403	12,921,479-	460,283,924	928,620,542	915,699,063	1.39-

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PROGRAM ID:

BUF-

PROGRAM STRUCTURE NO: 110306

PROGRAM TITLE:

EMPLOYEE FRINGE BENEFIT ADMINISTRATION

		FY 2010			FY 2011		BIENNIU	JM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING	126.00*	*	126.00*	126.00*	*	126.00*	*	*	*
PERSONAL SERVICES	9,053,454		9,053,454	9,053,454	902,782-	8,150,672	18,106,908	17,204,126	
OTH CURRENT EXPENSES	446,161,185		446,161,185 ¦	463,900,649	12,018,697-	451,881,952	910,061,834	898,043,137	
EQUIPMENT	200,500		200,500	251,300		251,300	451,800	451,800	
TOTAL OPERATING COST	455,415,139 ====================================		455,415,139	473,205,403	12,921,479-	460,283,924	928,620,542	915,699,063	1.39-
BY MEANS OF FINANCING			•			·			
GENERAL FUND	438,708,540		438,708,540	457,490,904	12,018,697-	445,472,207	896,199,444	884,180,747	
	27.00*	*	27.00*	27.00*	*	27.00*	*	*	*
TRUST FUNDS	5,388,703		5,388,703	4,396,603	188,177-	4,208,426	9,785,306	9,597,129	
	99.00*	*	99.00*	99.00*	*	99.00*	*	*	*
OTHER FUNDS	11,317,896		11,317,896	11,317,896	714,605-	10,603,291	22,635,792	21,921,187	
TOTAL POSITIONS	126.00*	**	126.00*	126.00*	str.	126.00*			
TOTAL PROGRAM COST	455,415,139	**	455,415,139	473,205,403	12.921.479-	460,283,924	000 (00 5/0	015 (00 0(0	1 00
	=======================================		=======================================		12,721,477	700,203,724	928,620,542	915,699,063	1.39-

PROGRAM ID:

PROGRAM TITLE:

BUF-141

PROGRAM STRUCTURE NO: 11030601

EMPLOYEES' RETIREMENT SYSTEM

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PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	FY 2011 ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	UM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES EQUIPMENT	99.00* 6,958,301 4,159,095 200,500	**	99.00* 6,958,301 4,159,095 200,500	99.00* 6,958,301 4,108,295 251,300	* 714,605-	99.00* 6,243,696 4,108,295 251,300	* 13,916,602 8,267,390 451,800	13,201,997 8,267,390 451,800	* *
TOTAL OPERATING COST	11,317,896		11,317,896	11,317,896	714,605-	10,603,291	22,635,792	21,921,187	3.16-
BY MEANS OF FINANCING						·			
OTHER FUNDS	99.00* 11,317,896	*	99.00* 11,317,896	99.00* 11,317,896	* 714,605-	99.00* 10,603,291	* 22,635,792	21,921,187	*
TOTAL POSITIONS TOTAL PROGRAM COST	99.00* 11,317,896	*	99.00* 11,317,896	99.00* 11,317,896	* 714,605-	99.00* 10,603,291	22,635,792	21,921,187	3.16-

Program ID: BUF 141

Program Structure Level: 11 03 06 01

Program Title: Employees' Retirement System

A. Program Objective

To administer the retirement and survivor benefits program for State and county members and to anticipate and exceed their needs; manage the retirement system's resources in a responsible and cost-effective manner; prudently manage investments in accordance with fiduciary standards; and to provide an open and participative work environment for staff.

B. Description of Request

Other funds (X Funds) are reduced by \$714,605 in FY 2011.

C. Reasons for Request

The anticipated budget shortfall of \$1 billion in FB 2009-11 as a result of declining general fund revenues have necessitated funding reductions statewide. Savings will be derived from imposed furloughs and other personnel actions to meet targeted cuts.

D. Significant Changes to Measures of Effectiveness and Program Size

The ERS may encounter delays in meeting planned levels of service given statewide staff and funding reductions.

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BUF-143 PROGRAM STRUCTURE NO: 11030603

PROGRAM TITLE:

PROGRAM ID:

HAWAII EMPLOYER-UNION TRUST FUND

		FY 2010			FY 2011		BIENNIU	IM TOTALS	
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING PERSONAL SERVICES OTH CURRENT EXPENSES	27.00* 2,095,153 3,293,550	*	27.00* 2,095,153 3,293,550	27.00* 2,095,153 2,301,450	188,177-	27.00* 1,906,976 2,301,450	4,190,306 5,595,000	4,002,129 5,595,000	*
TOTAL OPERATING COST	5,388,703	============	5,388,703	4,396,603	188,177-	4,208,426	9,785,306	9,597,129	1.92-
BY MEANS OF FINANCING									
	27.00*	*	27.00*	27.00*	*	27.00*	*	*	*
TRUST FUNDS	5,388,703		5,388,703	4,396,603	188,177-	4,208,426	9,785,306	9,597,129	
TOTAL POSITIONS	27.00*	*	27.00*	27.00*	*	27.00*			
TOTAL PROGRAM COST	5,388,703		5,388,703	4,396,603	188,177-	4,208,426	9,785,306	9.597.129	1.92-
			=======================================	=======================================					

Program ID: BUF 143

Program Structure Level: 11 03 06 03

Program Title: Hawaii Employer-Union Trust Fund

A. Program Objective

To administer health and life insurance benefits for eligible active and retired State and county public employees and their dependents by: 1) providing quality service levels to employee-beneficiaries and dependent-beneficiaries, and 2) complying with federal and State legal requirements.

B. Description of Request

Trust funds are reduced by \$188,177 in FY 2011.

C. Reasons for Request

The anticipated budget shortfall of \$1 billion in FB 2009-11 as a result of declining general fund revenues have necessitated funding reductions statewide. Savings will be derived from imposed furloughs and other personnel actions to meet targeted cuts.

D. Significant Changes to Measures of Effectiveness and Program Size

The program may encounter delays in meeting planned levels of service given statewide staff and funding reductions.

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PROGRAM ID:

BUF-741

PROGRAM STRUCTURE NO: 11030605

PROGRAM TITLE:

RETIREMENT BENEFITS PAYMENTS

	FY 2010				FY 2011	!	! BIENNIUM TOTALS		
PROGRAM COSTS	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT APPRN	ADJUSTMENT	RECOMMEND APPRN	CURRENT BIENNIUM	RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING OTH CURRENT EXPENSES	263,986,686		263,986,686	267,286,521	20,635,080-	246,651,441	531,273,207	510,638,127	000 CM CM AND CM CM CM CM
TOTAL OPERATING COST	263,986,686	=======================================	263,986,686	267,286,521	20,635,080-	246,651,441	531,273,207	510,638,127	3.88-
BY MEANS OF FINANCING GENERAL FUND	263,986,686		263,986,686	267,286,521	20,635,080-	246,651,441	531,273,207	510,638,127	
TOTAL POSITIONS TOTAL PROGRAM COST	* 263,986,686 ======	*	263,986,686 ====================================	* 267,286,521 	20,635,080- ======	* 246,651,441 	531,273,207	510,638,127	3.88-

Program ID: BUF 741

Program Structure Level: 11 03 06 05
Program Title: Retirement Benefits Payments

A. Program Objectives

To provide employer contributions for pension accumulation and social security/medicare in an effective and timely manner.

B. Description of Request

General funds are reduced in FY 2011 by \$20.6 million for employer contributions to pension accumulation and social security/medicare for State employees in other than the Department of Education and the University of Hawaii.

C. Reason for Request

Employer contributions for pension accumulation is based on a percentage of payroll-- 19.7% for police and firefighters and 15% for all other employees. Employer contributions for social security and medicare is based on 7.65% of salaries. Lower salary costs due to layoffs and furloughs have reduced the required statutory contributions.

D. Significant Changes to Measures of Effectiveness and Program Size

Not Applicable.

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PROGRAM ID:

BUF-761

PROGRAM STRUCTURE NO: 11030607

PROGRAM TITLE:

HEALTH PREMIUM PAYMENTS

PROGRAM COSTS	CURRENT APPRN	FY 2010	RECOMMEND APPRN	CURRENT APPRN	FY 2011 Adjustment	RECOMMEND APPRN	BIENN CURRENT BIENNIUM	IUM TOTALS RECOMMEND BIENNIUM	PERCENT CHANGE
OPERATING OTH CURRENT EXPENSES	174,721,854		174,721,854	190,204,383	8,616,383	198,820,766	364,926,237	373,542,620	
TOTAL OPERATING COST	174,721,854 =======		174,721,854	190,204,383	8,616,383	198,820,766	364,926,237	373,542,620	2.36
BY MEANS OF FINANCING GENERAL FUND	174,721,854		174,721,854 ¦	190,204,383	8,616,383	198,820,766 ¦	364,926,237	373,542,620	
TOTAL POSITIONS TOTAL PROGRAM COST	* 174,721,854 =======	*	* 174,721,854 ======	190,204,383	* 8,616,383	198,820,766	364,926,237 =======	373,542,620 =======	2.36

Program ID: BUF 761

Program Structure Level: 11 03 06 07 Program Title: Health Premium Payments

A. Program Objectives

To provide employer contributions for health premiums in an effective and timely manner.

B. Description of Request

A general fund increase in FY 2011 of \$8.6 million in employer contributions for health benefit premiums for State employees in other than the Department of Education and the University of Hawaii.

C. Reason for Request

Requested funds are required to cover approved premium increases for retiree plans effective 1-1-2010. Chapter 87A, HRS requires the employer to pay retiree premiums up to a base monthly contribution. For most retirees in the Hawaii Employer-Union Health Benefits Trust Fund (EUTF), this represents the retiree full cost. Statutory requirements increase cost sharing for future retirees.

D. Significant Changes to Measures of Effectiveness and Program Size

Not Applicable.